



Administrator
Washington, DC 20201

NOV 25 2003

Ms. Mary B. Kennedy
Medicaid Director
Health Care Administration
Minnesota Department of Human Services
444 Lafayette Road North
Saint Paul, MN 55155

Dear Ms. Kennedy:

We are pleased to inform you that the Centers for Medicare & Medicaid Services has approved Minnesota's request of April 11, 2003, to amend the section 1115 demonstration (project number 21W-00004/5). Specifically, this amendment modifies the Special Terms and Conditions (STCs), Attachment A – Financial Requirements, sections 3 and 5, which will allow the State to use redistributed funds to pay for costs associated with its demonstration populations. All of the waivers and the other terms and conditions for your title XXI section 1115 demonstration remain the same. We have enclosed a copy of the revised terms and conditions.

Our approval of this amendment, waivers, and Federal matching provided for there under, is contingent upon compliance with the enclosed STCs. Approval of this amendment is under the authority of section 1115 of the Social Security Act and is subject to our receiving written acceptance of these STCs within 30 days of the date of this letter. The effective date of this amendment is the date of your acceptance and will continue through January 17, 2006.

Your title XXI project officer is Angela Corbin. She is available to answer questions concerning this amendment and other SCHIP-related issues. Ms. Corbin's contact information is as follows:

Centers for Medicare & Medicaid Services
Center for Medicaid and State Operations
Mail Stop S2-01-16
7500 Security Boulevard
Baltimore, MD 21244-1850
Telephone: (410) 786-0620
Facsimile: (410) 786-5943
E-mail: acorbin@cms.hhs.gov

Official communications regarding program matters should be sent simultaneously to your project officer and to Ms. Cheryl Harris, Associate Regional Administrator in our Chicago Regional Office. Ms. Harris' address is:

Centers for Medicare & Medicaid Services
Division of Medicaid and State Operations
Chicago Regional Office
233 North Michigan Ave., Suite 600
Chicago, IL 60601

If you have additional questions, please contact Ms. Jean Sheil, Director, Family and Children's Health Programs Group, Center for Medicaid and State Operations, at (410) 786-5647.

We look forward to continuing to work with you and your staff.

Sincerely,

/s/
Thomas A. Scully

Enclosures

cc: CMS Region V Office

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